LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **OCTOBER 25, 2005**, upon the application of **CHESAPEAKE OPERATING**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Gardner Sand**, the **Hosston L Sand and the Hosston Formation**, in the Simsboro Field, Lincoln Parish, Louisiana.

- 1. To permit the Applicant to drill, designate and utilize an alternate unit well for GARD SUC, at the location shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 2. To permit the Applicant to drill, designate and utilize a substitute unit well for HOSS L SUB and HOSS SU29, at the location shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 3. To explicitly find that the proposed alternate and substitute unit wells are necessary to drain a portion of the Gardner Sand, Hosston L Sand and Hosston Formation, underlying GARD SUC, HOSS L SUB and HOSS SU29, respectively, which cannot be efficiently and economically drained by any existing well in such units.
- 4. To redefine the Hosston Formation in the Simsboro Field, Lincoln Parish, Louisiana, INSOFAR AND ONLY INSOFAR AS TO HOSS SU29, as being that stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 6480 feet and 9610 feet (electric log measurements) in the Tensas Delta Expl. Co., LLC Freudendorf et al No. 2 Well, located in Section 14, Township 17 North, Range 4 West, Lincoln Parish, Louisiana, LESS AND EXCEPT the Gardner Sand and Hosston L Sand as defined in Office of Conservation Order No. 222.
- 5. To permit the downhole combination of the Gardner Sand, Hosston L Sand and the Hosston Formation in the wellbore of any well located in GARD SUC, HOSS L SUB and HOSS SU29
- 6. To consider such other matters as may be pertinent.

The Gardner Sand and Hosston L Sand are fully defined in Office of Conservation Order No. 222, effective December 4, 1951.

The Hosston Formation was previously defined in Office of Conservation Order No. 222-1, effective September 1, 1957, but shall be redefined as set forth hereinabove INSOFAR AS TO HOSS SU29.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION - 1 - Page -2-

SIMSBORO FIELD 05-1096 thru 05-1098

Baton Rouge, La 9/12/05;9/15/05 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.